

Agenda Item No. 7(A)(1)(A)

Date:

**To:** Honorable Chairperson Barbara Carey-Shuler, Ed.D

and Members, Board of County Commissioners

Subject: Final Change Order No. 4

GTI: Drives Extension

October 19, 2004

South Side

MDAD Project No.

92091M61

From: George M. Burgess County Manager

## **RECOMMENDATION**

The attached Final Change Order No. 4 to the contract between Odebrecht Contractors of Florida, Inc., and Miami-Dade County has been prepared by Dade Aviation Consultants (DAC) with the concurrence of the Miami-Dade Aviation Department (MDAD), approved by the County Manager pursuant to the provisions of Expedite Ordinance No. 95-64, and is recommended for ratification by the Board.

Final Change Order No. 4 will close out and credit the contract \$636,323 for unused allowance accounts funds and deleted work and will also extend the contract completion time by 67 calendar days to November 5, 2002. Additionally, this Change Order will cause the release of all remaining contract payments by the County (other than the two credits) and the contractor will release the County from any and all claims on the project.

# **BACKGROUND**

Substantial completion of the GTI Drives Extension project was reached on November 5, 2002. Contractually, completion of the work was to be on August 30, 2002. However, at the end of the project there were several outstanding issues with the contractor:

- 1. Five unresolved claims from the contractor (nos. 1, 3, 4, 5, and 6) totaling \$2,845,635 and 585 days of requested contract time extension.
- 2. Contractor reserved its rights from previous change orders and change proposal requests totaling \$376,512 that was not accepted by MDAD/DAC.
- 3. Value of contracted work totaling \$952,512 that was withheld from payment pending resolution of all disputes.

The total amount requested by the contractor was \$4,174,659 and 585 days in contract time extensions.

At the same time, MDAD had a counterclaim of \$349,539.90 for alleged defective work pertaining to the joint sealer at the APM columns and cracks in the concrete deck.

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The County's negotiating team (consisting of MDAD, DAC, HNTB, the A/E and the CIS) and the contractor negotiated these issues numerous times since substantial completion of the project but could not reach agreement. In an effort to resolve the issues, the County Attorney's Office hired an independent third party consultant, mutually acceptable to all parties, to review the contractor's claims, MDAD's position on them, and MDAD's counterclaim.

On February 18, 2004, the independent consultant presented its findings. Based, in part, on these findings, the contractor and the MDAD reached agreement on a settlement of these issues, which is endorsed by the negotiating team.

CHANGE ORDER NO.:

4 (Final)

**PROJECT:** 

GTI: Drives Extension South Side

**PROJECT NO.:** 

92091M61

PROJECT LOCATION:

Miami International Airport

PROJECT DESCRIPTION:

This project extends the upper and lower vehicle drives approximately 1200 feet beyond Concourse H to the future perimeter road bridge (separate project). One ramp will connect the extended upper vehicle drive with Central Boulevard. Another ramp will connect upper vehicle drive with 20th Street. The project includes a fire sprinkler system, a sewer pump station, and underground utilities critical to the South Terminal and MIA Terminal improvements. Columns and foundations for the future Automated People Mover

system are also included.

PRIME CONTRACTOR:

Odebrecht Contractor of Florida, Inc.

**COMPANY PRINCIPAL(S):** 

Luis Rocha, President

**CERTIFIED AS CSBE AT** 

TIME OF AWARD:

No

**COMPANY QUALIFIER(S):** 

Steve A. Binford, CG CO35876

**LOCATION OF COMPANY:** 

Miami-Dade County

YEARS IN BUSINESS:

Twelve years

**CSBE MEASURE AT AWARD:** 

No measure. CSBE program was not in effect at time of

award.

Honorable Chairperson Barbara Carey-Shuler, Ed. D. and Members, Board of County Commissioners Page 3

**CURRENT CSBE STATUS:** 

NA. CSBE program was not in effect at time of award.

PREVIOUS CONTRACTS WITH WITH COUNTY IN THE PAST

**FIVE YEARS:** 

Three contracts for \$68,028,499 (See DBD Firm History Report)

ORIGINAL COST ESTIMATE:

\$47,700,777

**ORIGINAL CONTRACT** 

AMOUNT:

\$31,699,506

**CONTINGENCY FUND** 

**USAGE:** 

Original Account Amount

\$6,023,850

Account Decreases

(\$2,786,323)

**Current Balance Remaining** 

\$ 291,135

PREVIOUS CHANGE ORDERS: Change Order No. 1

(\$ 3,067,231)

Change Order No. 2

\$ 465,000

Change Order No. 3

\$ 214,986

**CHANGE ORDER** 

**RECOMMENDATION:** 

Add 67 days to the contract time and decrease the contract

amount by \$636, 323.

**CLASSIFICATION FOR** 

**CHANGE ORDER:** 

County Requested Change

**ADJUSTED CONTRACT AMOUNTINCLUDING THIS** 

**CHANGE ORDER:** 

\$28,675,938.10

PERCENT OF DECREASE THIS CHANGE ORDER

FROM ORIGINAL

**CONTRACT AMOUNT:** 

-2.0%

PERCENTAGE OF DECREASE OF THIS CHANGE ORDER

FROM PREVIOUSLYADJUSTED

**CONTRACT AMOUNT:** 

-2.2%

**TOTAL PERCENTAGE DECREASE FROM ORIGINAL** 

**CONTRACT AMOUNT:** 

-9.5%

Honorable Chairperson Barbara Carey-Shuler, Ed. D. and Members, Board of County Commissioners Page 4

ORIGINAL CONTRACT

**COMPLETION DATE:** 

December 10, 2000

TIME EXTENSION ON PREVIOUSCHANGE

**ORDERS:** 

CO #1 – 245 days to August 12, 2001

CO #3 - 383 days to August 30, 2002

**ACTUAL COMPLETION DATE:** November 5, 2002

**USING AGENCY:** 

Miami-Dade Aviation Department

**FUNDING SOURCE:** 

Airport Revenue Bonds

APPROVED AS TO LEGAL

SUFFICIENCY:

Yes

**DBD REVIEW:** 

Yes

# **ALTERNATIVE**

Ratifying the County Manager's approval of Final Change Order No. 4 to the subject project will allow the final closeout of the project and release all remaining payments by the County and releases by the Contractor. Failure to ratify the actions of the County Manager will result in the delay of the realization of the balance of the contract into the CIP overall budget. It also may result in the contractor taking legal action for the delay of payments.

ASSISTANT COUNTY MANAGER



TO:

Hon. Chairperson Barbara Carey-Shuler, Ed.D.

DATE:

October 19, 2004

and Members, Board of County Commissioners

FROM:

Robert A. Ginsburg

**County Attorney** 

SUBJECT: Agenda Item No. 7(A)(1)(A)

Please note any items checked.

	"4-Day Rule" ("3-Day Rule" for committees) applicable if raised
	6 weeks required between first reading and public hearing
<u></u>	4 weeks notification to municipal officials required prior to public hearing
	Decreases revenues or increases expenditures without balancing budget
\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	Budget required
	Statement of fiscal impact required
	Bid waiver requiring County Manager's written recommendation
	Ordinance creating a new board requires detailed County Manager's report for public hearing
	Housekeeping item (no policy decision required)
	No committee review

Approved	Mayor	Agenda Item No.	7(A)(1)(A)
Veto		10-19-04	
Override			

RESOLUTION	NO.		

RESOLUTION RATIFYING ACTIONS OF COUNTY MANAGER, PURSUANT TO PROVISIONS OF ORDINANCE NO. 95-64, IN EXECUTING CHANGE ORDER NO. 4 (FINAL) TO PROJECT NO. 92091M61, GTI: DRIVES EXTENSION SOUTH SIDE AT MIAMI INTERNATIONAL AIRPORT, WITH ODEBRECHT CONTRACTORS OF FLORIDA, INC.

WHEREAS, this Board desires to accomplish the purposes outlined in the accompanying memorandum and documents, copies of which are incorporated herein by reference,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY

COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA, that pursuant to

Ordinance 95-64, this Board approves, ratifies and confirms the

action of the County Manager in executing Change Order No. 4

(Final) to Project No. 92091M61 for GTI: Drives Extension South

Side at Miami International Airport, with Odebrecht Contractors

of Florida, Inc., which change order, among other matters,

increases the contract time and decreases the contract amount by

\$636,323.00, all as more particularly set forth in the

accompanying memorandum from the County Manager.

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The foregoing resolution was offered by Commissioner

, who moved its adoption. The motion was seconded

by Commissioner

and upon being put to a

vote, the vote was as follows:

Dr. Barbara Carey-Shuler, Chairperson Katy Sorenson, Vice-Chairperson

Bruno A. Barreiro
Betty T. Ferguson
Joe A. Martinez
Dennis C. Moss
Natacha Seijas
Sen. Javier D. Souto

Jose "Pepe" Diaz Sally A. Heyman Jimmy L. Morales Dorrin D. Rolle Rebeca Sosa

The Chairperson thereupon declared the resolution duly passed and adopted this 19<sup>th</sup> day of October, 2004. This Resolution and contract, if not vetoed, shall become effective in accordance with Resolution No. R-377-04.

MIAMI-DADE COUNTY, FLORIDA BY ITS BOARD OF COUNTY COMMISSIONERS

HARVEY RUVIN, CLERK

Approved by County Attorney as to form and legal sufficiency.

DBM

Deborah Bovarnick Mastin

## MIAMI - DADE COUNTY CHANGE ORDER TO ORIGINAL CONTRACT

CHANGE ORDER NO. 4 (Final)

PROJECT NO. 92091M61

DATE: draft 1/15/0/2

PROJECT NAME: GTI: Drives Extension South Side

TO CONTRACTOR: Odebrecht Contractors of FL

YOU ARE HEREBY REQUESTED TO MAKE THE FOLLOWING CHANGES TO THE CURRENT CONTRACT, AND TO PERFORM THE WORK SUBJECT TO ALL CONTRACT STIPULATIONS AND

00 14....

ITEM NO.

DESCRIPTION

AMOUNT

## ITEMIZATION AND DESCRIPTIONS BEGIN ON PAGE 2 OF THIS CHANGE ORDER

### SUMMARY OF CONTRACT AMOUNT

		ORIGINAL CONTRACT	AMOUNT		\$31,699	,506.00
	REASON FOR CHANGE:	COST OF CONSTRUCT!	ON CHANGES PI	REVIOUSLY ORDERED	)\$2, <sup>3</sup> 87	,244.90
	Regulatory Change	ADJUSTED CONTRACT	AMOUNT PRIOR	TO THIS CHANGE C	RDER. \$29,312	,261.10
	Other Agency Requested Change	COST OF CONSTRUCTI	ON CHANGES TI	HIS ORDER	\$636	,323.00
	D Design Errors Change	ADJUSTED CONTRACT	AMOUNT INCLUI	ING THIS CHANGE	ORDER. \$28,675	,938.10
	☐ Design Omission Change	PER CENT INCRE	ASE, THIS CH	ANGE ORDER	2.0%%	
	☐ County Requested Change	TOTAL PER CENT 1	NCREASE TO D	ATE	95%	
	□ Unforeseen or Unforeseenble Change	EXTENSION OF TIME	E ALLOWED BY T	HIS CHANGE 57 CAL	ENDAR DAYS TO 11	/5/02
	CERTIFYING STATEMENT:	I hereby certify that the suppo and reasonable and in propsi	orting cost data includer ratio to the cost of the	ded is, in my considered opi he original work contracted	nion, accurate: that the p for under <del>benefit</del> compe	prices quoted are fair titive bidding, A
				Krænitt But	ans	Confica
				SIGNATURE CONSULTE	ng architect or engin	EER
	DEPARTMENT	TO BE FO LED O	- 13	THATING CHANGE ORDER  BY CODE	CERTIFIE	D BY
	ACCEPTED BY:	EDNTRACTION DE	17/04 APPROVE	DADE COUNTY, Skorida	BUDGET PIRECTOR	/
	Juli A. Rushell	SUPPT	To the state of	By in HOARD OF COUNTY COI	MMISSIONERS	
	RECOMMENDED: PROJECT MANA	Les you Have	ENGINEER	By: County Wan	Johnson	DATE
	AFPROVED.	el IV	1000	ATTEST:	1 1	
	APPROVED APPROVED	ENGINEERS DEPT. BUSIN 855 1)E	VELOPMENT	Blesk	De file	كهب
		ARTMENTAL DIRECTOR			Deputy Clerk	HOK
<b>*</b> {	cu: AF Consultant, General Contractor United States Fide	Surery, Project Manager, HN 6, DAC, lity and Guarant	Contracts Administration Cy Company	W. Control	COUNTY RIOT COUNTY	

## MIAMI - DADE COUNTY CHANGE ORDER TO ORIGINAL CONTRACT

CHANGE ORDER NO. 4 (Final)

PROJECT NO. 92091M61

DATE: draft 4/16/04a

PROJECT NAME: GTI: Drives Extension South Side

TO CONTRACTOR: Odebrecht Contractors of FL

ITEM NO.	DESCRIPTION	AMOUNT
1	Reduce the Contract Amount to delete all unused IPSIG and Inspector General Allowance Accounts funds.	-\$286,323
2	JUSTIFICATION: COUNTY REQUESTED CHANGE  Reduce the Contract Amount as a credit to pay for the repair of work pertaining	
	to the joint sealer at the APM columns and mair cracks on the bettern of the concrete deck, which will be performed by others.	-\$350,000
	JUSTIFICATION: COUNTY REQUESTED CHANGE US	
3	Extend the Contract Time by 67 days as part of the global settlement with the Contractor	\$ -0-

#### SUPPLEMENTAL INFORMATION

The County's negotiating team (consisting of MDAD, DAC, HNTB, the A/E and the CIS) and the Contractor negotiated these issues numerous times since Substantial-Completion-but could-not reach agreement. The County Attorney's Office then hired an independent third party consultant, mutually acceptable to all parties, to review the Contractor's claims, MDAD's position on them, and MDAD's counterclaim. On February 18, 2004, the independent consultant presented its findings. Based, in part, on these findings, the Contractor and the MDAD reached agreement on a settlement of these issues, which is endorsed by the negotiating team. The negotiated settlement includes:

- a. The release of all remaining Contract money by the County except the two credits in Items 1 and 2, which total \$636,323. In exchange, the Contractor releases the County from any an all claims on the project.
- b. An extension in the Contract Time of 67 days.

#### RELEASE OF CLAIM

In consideration of and conditional upon payment to Contractor by Miami-Dade County (hereinafter "County"), of the final Contract Amount shown on the cover page, which amount includes the final Pay Application in this contract, the Contractor releases County, and its officers, employees and agents from, and waives and relinquishes any and all claims, disputes or causes of action it has or may have against the County, and its officers, employees and agents arising out of, or in connection with, the Change Order or the work performed or to be performed under the Contract Documents.

The Contractor accepts the Final Pay Application and the Final Contract Amount as full accord and satisfaction of all monies due it under or in connection with the Contract Documents and the work performed under the Contract Documents.

By accepting the work which has been performed under the Contract Documents, the County releases the Contractor and its officers, employees, subcontractors and agents from, and waives and relinquishes any and all claims, disputes or causes of action it has or may have against the Contractor and its officers, employees, subcontractors and agents arising out of, or in connection with, the Change Order or the work performed or to be performed under the Contract Documents; provided, however, Contractor and County agree that the above waiver and release on behalf of the County does not waive and release any claims of the County, for which the County expressly reserves the right, with respect to:

- (1) To require the repair or replacement of defective work under the warranty and guaranty provisions of the Contract Documents; provided however, that this provision shall not apply to the joint sealer at the APM columns nor to the hair cracks on the bottom, of the concrete deck;
- (2) To require the repair or replacement of latent defects in the work to the extent provided by Florida law;

# MIAMI - DADE COUNTY CHANGE ORDER TO ORIGINAL CONTRACT

CHANGE ORDER NO. 4 (Final)

PROJECT NO. 92091M61

DATE: dreft 4/16/04a

PROJECT NAME: GTI: Drives Extension South Side

TO CONTRACTOR: Odebrecht Contractors of FL

provided, however, that this provision shall not apply to the joint sealer at the APM columns or to the hair cracks on the bottom of the concrete deck;

- (3) To perform audits and seek reimbursement of any overpayments discovered as a result of an audit, as provided in the Contract Documents;
- (4) To enforce those provisions of the Contract Documents which specifically provide that they survive the completion of the work; and
- (5) To enforce the terms of the Payment and Performance Bonds against Surety.

Contractor has read these provisions prior to executing the Final Change on the cover page of this document and understands its rights.

# The St Paul

#### POWER OF ATTORNEY

Seaboard Surety Company
St. Paul Fire and Marine Insurance Company
St. Paul Guardian Insurance Company
St. Paul Mercury Insurance Company

United States Fidelity and Guaranty Company Fidelity and Guaranty Insurance Company Fidelity and Guaranty Insurance Underwriters, Inc.

> Change Order No. 4 (Final) MDAD Project No. 92091M61

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Power of Attorney No.

86203 Rev. 7-2002 Printed in U.S.A.

23945

Certificate No. 1850278

KNOW ALL MEN BY THESE PRESENTS: That Seaboard Surety Company is a corporation duly organized under the laws of the State of New York, and that St. Paul Fire and Marine Insurance Company, St. Paul Guardian Insurance Company and St. Paul Mercury Insurance Company are corporations duly organized under the laws of the State of Minnesota, and that United States Fidelity and Guaranty Company is a corporation duly organized under the laws of the State of Maryland, and that Fidelity and Guaranty Insurance Company is a corporation duly organized under the laws of the State of Iowa, and that Fidelity and Guaranty Insurance Underwriters, Inc. is a corporation duly organized under the laws of the State of Wisconsin (herein collectively called the "Companies"), and that the Companies do hereby make, constitute and appoint

Juli A. Russell, Michael F. Yadach and Brian V. Fitzsimmons

Sunrise	Florida				
of the City of	, State	, their true and lawful Attorney(s)-in-Fact,			
each in their separate capacity if more than one is named above, to sign its name as surety to, and to execute, seal and acknowledge any and all bonds, undertakings, contracts and other written instruments in the nature thereof on behalf of the Companies in their business of guaranteeing the fidelity of persons, guaranteeing the performance of contracts and executing or guaranteeing bonds and undertakings required or permitted in any actions or proceedings allowed by law.					
IN WITNESS WHEREOF, the Companie	s have caused this instrument to be signed and sealed this	day of,			
Seaboard Surety Company St. Paul Fire and Marine Insurance Company St. Paul Guardian Insurance Company St. Paul Mercury Insurance Company					
1927 SEALS	MS DO NEODAY DE SEAL D	PETER W. CARMAN, Vice President  1 hones E. Hubest			
State of Maryland City of Baltimore		THOMAS E. HUIBREGTSE, Assistant Secretary			
On this 26th day of June , 2003 , before me, the undersigned officer, personally appeared Peter W. Carman and Thomas E. Huibregtse, who acknowledged themselves to be the Vice President and Assistant Secretary, respectively, of Seaboard Surety Company, St. Paul Fire and Marine Insurance Company, St. Paul Guardian Insurance Company, St. Paul Mercury Insurance Company, United States Fidelity and Guaranty Company, Fidelity and Guaranty Insurance Company, and Fidelity and Guaranty Insurance Underwriters, Inc.; and that the seals affixed to the foregoing instrument are the corporate seals of said Companies; and that they, as such, being authorized so to do, executed the foregoing instrument for the purposes therein contained by signing the names of the corporations by themselves as duly authorized officers.					
In Witness Whereof, I hereunto set my har	nd and official seal.	Rebecca Lasley-Onokala			
My Commission expires the 1st day of July	2006.	REBECCA EASLEY-ONOKALA, Notary Public			



JULI ALAINE RUSSELL A228695

Gen. Lines (Prop. & Cas. Ins.)

155LED:01/08/92 733631 July of Russell